

ORDER OF BUSINESS
BOARD OF ADMINISTRATION
INVESTMENT COMMITTEE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

August 16, 1999

PLACE:
Lincoln Plaza Building
400 P Street, Auditorium
Sacramento, California

TIME:

CLOSED SESSION	8:30 a.m.	Chief Investment Officer's Briefing on Market & Personnel Issues (Government Code section 11126(a)(1) and (c)(16).)
CLOSED SESSION	9:30 a.m.	(Government Code section 11126(c)(16).)
OPEN SESSION	10:30 a.m.	(or upon adjournment of Closed Session, whichever is later)

ROLL CALL:

Committee Members
Charles Valdes, Chair
William Crist, Vice Chair
Ronald Alvarado
Philip Angelides
Robert F. Carlson
Thomas Clark
Kathleen Connell
Rob Feckner
Michael Flaherman
Marty Morgenstern
Mike Quevedo, Jr.
William Rosenberg
Joseph Thomas

OPEN SESSION	10:30 a.m. (or upon adjournment of Closed Session, whichever is later)	
	1.	CALL TO ORDER & ROLL CALL
ACTION	2.	Approval of the June 14, 1999 Open Session Minutes
ACTION	3.	R Street Project Update
INFORMATION	4.	Real Estate <ul style="list-style-type: none"> a. Net Asset Value Screens
ACTION	5.	Alternative Investment Management (AIM) Program <ul style="list-style-type: none"> a. Partnership Component <ul style="list-style-type: none"> i) Turnkey Buyout – Mountain Capital ii) Thomas Weisal Capital Partners LP iii) Turnkey Venture – The MKL Group b. Direct Component
ACTION	6.	Public Markets <ul style="list-style-type: none"> a. Corporate Governance Selection Methodology b. Hybrid Investment Vehicles c. Pivotal Partners d. Permissible Country Lists for Equity and Debt Investments e. Annual Review of Active Domestic Equity Manager Contracts
ACTION	7.	Policy Subcommittee Report
ACTION	8.	Legislation – SB 1245
INFORMATION	9.	Chief Investment Officer/Assistant Executive Officer's Report <ul style="list-style-type: none"> a. Asset Allocation b. Cash Flow c. Status Report d. Report on Closed Session Items
CONSENT	10.	Quarterly Performance Reports <ul style="list-style-type: none"> a. AIM Program Quarterly Report b. AIM Program Semi-Annual Report (Wilshire) c. Internally Managed Domestic Fixed Income d. Internally Managed Domestic Equity Index Fund e. Internally Managed Short-term Fund f. Member Home Loan g. Securities Lending Earnings h. Public Markets - Hybrid Investments i. Real Estate

- CONSENT 11. Activity Reports
 a. Alternative Investment Management (AIM) Program –
 Partnership and Direct Components
- CONSENT 12. Investment Transactions
 a. Public Employees' Retirement Fund
 Portfolio Summary and Transactions
 Fixed Income Transactions
 i) Internal Domestic
 ii) External International
 iii) Special Mortgage Investment Program
 Transactions
 Equity Summary and Transactions
 iv) Internal Domestic
 v) Corporate Actions
 vi) Convertible Security
 vii) External Domestic
 viii) External International
 Internal Programs
 ix) Real Estate Equity Transactions
 x) Alternative Investment Management (AIM)
 Program Transactions
 b. Affiliate Funds
 i) Legislators' Retirement Fund
 ii) Judges' Retirement Fund
 iii) Public Employees' Medical & Hospital
 Care Act Contingency Reserve Fund
 iv) Volunteer Firefighters Length of Service
 Award Fund
 v) State Peace Officers and Firefighters' Fund
- INFORMATION 13. Draft Agenda for September 13, 1999
14. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.